(c) what is the net annual profit of the Khadi Gramodyog;

(d) whether the annual net profit of the Udyog is being misused;

(e) if so, whether Government have inquired into the matter and any action has been taken so far; and

(f) if so, the details of the action taken and if not, the reasons therefor ?

THE MINISTER OF STATE IN THE MINISTRY OF INDUSTRY (DEPARTMENT OF SMALL SCALE INDUSTRIES AND AGRO AND RURAL INDUSTRIES); SHRI M. ARUNACHALAM : (a) and (b) Yes, Sir. The KVIC has been directed not to go ahead with the formation of the proposed corporation pending approval from the Central Government. KVIC has informed that in the absence of the approval of the Government of India, the work of the Marketing Development Corporation has not yet started.

(c) The net profit made by Khadi Gramodyog Bhawan, New Delhi for the financial year 1991-92 was Rs. 49.37 lakhs.

(d) to (f) No, Sir. The profits earned by the Bhawan are capitalised every year which would go to augment their available working capital for achieving the targets fixed for the following year.

CAG Report on Financial Management of PSUs

466. SHRI SUSHILKUMAR SAMBHAJIRAO SHINDE :

SHRIMATI VEENA VERMA :

Will the PRIME MINISTER be pleased to state :

(a) whether the Comptroller and Auditor General of India in his report for 1991-92 in respect of the financial management of various public sector undertakings, had pointed out that as many as 26 public sector urdertakings had locked Rs. 9,432/- crores of their funds in banks and their subsidiaries like merchant banks and mutual funds including foreign banks in various kinds of deposits including under portfolio Management schemes in sheer violation of the RBI rules;

(b) if so, what are the details of the personnel found responsible for the blatant violations of RBI rules; indicating the precise nature and extents of violation of RBI rules committed by each; and

(c) what action has been taken against each one of them ?

THE MINISTER OF STATE IN THE MINISTRY OF INDUSTRY (DEPARTMENT OF INDUSTRIAL DEVELOPMENT) WITH ADDITIONAL CHARGE OF THE MINISTER OF STATE IN THE MINISTRY OF INDUSTRY (DEPARTMENT OF HEAVY INDUSTRY) SHRIMATI KRISHNA SAHI : (a) Yes, Sir. The Comptroller and Auditor General of India's Report No. 3 of 1993 contains a para on Investment of Surplus Funds by the 26 Public Sector Undertakings.

(b) and (c) The Public Sector Enterprises and administrative Ministries/Department concerned look into the specific objections mentioned in the C&AG's report and take suitable remedial measures.

Privatisation of Jagiroad Paper Mill

467. SHRI BHADRESHWAR GOHAIN : Will the PRIME MINISTER be pleased to state :

(a) whether it is a fact that Government have decided to privatise the Jagiroad Paper Mill, a unit of the H. P. C. and a MOU has been signed with the ITC by Government;

(b) what are the reasons therefor; and

(c) what is the percentage of equity Government propose to keep for itself and whether the interest of the employees would be ensured ?